

No. 1978-308

AN ACT

HB 2181

Amending the act of August 7, 1963 (P.L.549, No.290), entitled, as amended, "An act creating the Pennsylvania Higher Education Assistance Agency; defining its powers and duties; conferring powers and imposing duties on the Governor, President Pro Tempore of the Senate, Speaker of the House of Representatives, Superintendent of Public Instruction and the Department of Auditor General; and making appropriations," further providing for the repayment of guaranteed loans by Commonwealth employees.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. The act of August 7, 1963 (P.L.549, No.290), entitled, as amended, "An act creating the Pennsylvania Higher Education Assistance Agency; defining its powers and duties; conferring powers and imposing duties on the Governor, President Pro Tempore of the Senate, Speaker of the House of Representatives, Superintendent of Public Instruction and the Department of Auditor General; and making appropriations," is amended by adding a section to read:

Section 4.2. Loans to State Employees.—Any person who has received a loan guaranteed pursuant to this act and who at anytime becomes or is an employe of the Commonwealth or any of its agencies shall be deemed to have agreed as a condition of their employment with the Commonwealth to repay such loan. Any such employe who defaults on the repayment of such loan shall make immediate arrangements with the employing agency or loan guarantor to set up a revised loan repayment schedule with the employe either making direct payments to the lending institution, guarantor or its agent or making such payments through payroll deductions. Such employe shall thereupon be notified that if such employe thereafter defaults on the revised loan repayment schedule, such employe shall be deemed to have breached an essential condition of employment and shall be dismissed from Commonwealth service.

Section 2. This act shall take effect in 60 days.

APPROVED—The 26th day of November, A. D. 1978.

MILTON J. SHAPP